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BEFORE THE ARIZONA CORPORATION COMMISSION

25HC

COMMISSIONERS

2006 OCT 25 A 9:47

JEFF HATCH-MILLER, Chairman  
WILLIAM A. MUNDELL  
MIKE GLEASON  
KRISTIN K. MAYES  
BARRY WONG

AZ CORP COMMISSION  
DOCUMENT CONTROL

IN THE MATTER OF:

DOCKET NO. S-20472A-06-0535

THE 12 PERCENT FUND I, L.L.C. (aka THE 12%  
FUND, 12% FUND I and FUND)  
an Arizona limited liability company  
13714 Nightstar Ct.  
Marana, Arizona 85653-4455

COYOTE GROWTH MANAGEMENT, L.L.C.  
an Arizona limited liability company  
13714 Nightstar Ct.  
Marana, Arizona 85653-4455

MICHAEL JOSEPH HANNAN (aka MICHAEL  
HANNAN, MIKE HANNAN and MICHAEL J.  
HANNAN II) and JANE DOE HANNAN, husband  
and wife  
13714 Nightstar Ct.  
Marana, Arizona 85653-4455

SAM AHDOOT (aka SAM AHDOUT) and JANE  
DOE AHDOOT, husband and wife  
5625 Crescent Park West, Apt. 130  
Playa Vista, CA 90094-2083

Respondents.

Arizona Corporation Commission  
**DOCKETED**

OCT 25 2006

DOCKETED BY

hr

PROCEDURAL ORDER

**BY THE COMMISSION:**

On August 28, 2006, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Temporary Order to Cease and Desist ("T.O.") and a Notice of Opportunity for Hearing ("Notice") against the 12 Percent Fund I, L.L.C. ("Fund"), Coyote Growth Management, L.L.C. ("CGM"), Michael Joseph Hannan and Jane Doe Hannan, husband and wife, and Sam Ahdoot and Jane Doe Ahdoot, husband and wife (collectively "Respondents"), in which the Division alleged that the Respondents committed multiple violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in the form of investment contracts.

The Fund, CGM and the Hannan Respondents were duly served with copies of the Notice.

On September 19, 2006, the Fund, CGM and the Hannan Respondents filed a request for hearing.

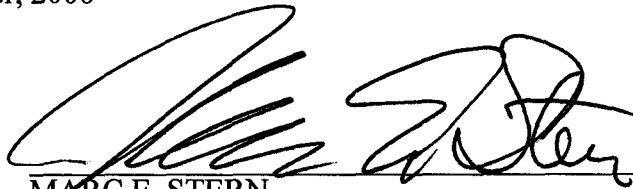
On September 25, 2005, by Procedural Order, a pre-hearing conference was scheduled on October 26, 2006.

On October 24, 2006, counsel for the Division and counsel for the Fund, CGM, and the Hannan Respondents filed a stipulation whereby they agreed to continue the pre-hearing conference indefinitely and waived the application of any time limits pursuant to A.A.C. R14-4-307 and A.R.S. § 44-1972 with respect to the Temporary Order and Notice. The parties further indicated that the Ahdoot Respondents have not yet been served.

Accordingly, the pre-hearing conference should be continued indefinitely.

IT IS THEREFORE ORDERED that the **pre-hearing conference** scheduled on **October 26, 2006, at 9:30 a.m.**, shall be continued indefinitely..

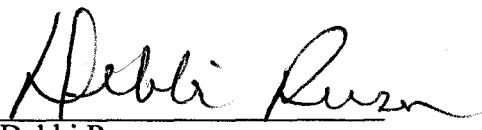
Dated this 25<sup>TH</sup> day of October, 2006



MARC E. STERN  
ADMINISTRATIVE LAW JUDGE

Copies of the foregoing mailed/delivered this 25<sup>TH</sup> day of October, 2006 to:

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